



CITY OF LODI

COUNCIL COMMUNICATION

AGENDA TITLE: Financial Audit Services

MEETING DATE: May 20, 1998

PREPARED BY: Finance Director

RECOMMENDED ACTION: By motion action, the City Council authorizes the City Manager to enter into an agreement with KPMG Peat Marwick to audit the City's financial records for fiscal year 1997-98 ending June 30, 1998.

BACKGROUND: The agreement with KPMG Peat Marwick for audit services ended with the audit for fiscal year ending June 30, 1997. Accordingly, the City sent RFP to qualified firms on February 18, 1998. Staff recommended rejection of the bids on April 1, 1998 and is now requesting to enter into an agreement with KPMG Peat Marwick for the audit of its financial records for the fiscal year ending June 30, 1998.

Prior to the next audit, the City staff will prepare a Request for Proposal for audit services and forward this request to all qualified firms for their proposal in accordance with the Single Audit Act. At that time the City Council will determine the audit firm to be employed by the City to conduct annual audits for the next five years.

FUNDING: 1998-99 Operating Budget


Vicky McAthie
Finance Director

APPROVED:


H. Dixon Flynn -- City Manager